In the Matter of Application of CALIFORNIA-AMERICAN WATER SERVICE COMPANY (U 210 W) for an order authorizing it to increase its rates for water service in its Los Angeles District to increase revenues by \$2,020,466 or 10.88% in the year 2007; \$634,659 or 3.08% in the year 2008; and \$666,422 or 3.14% in the year 2009.

A.06-01-005 (Filed January 9, 2006)

# NOTICE OF EX PARTE COMMUNICATION OF THE DIVISION OF RATEPAYER ADVOCATES

The Division of Ratepayer Advocates (DRA) submits this Notice in accordance with Rule 8.5 of the CPUC's Rules of Practice and Procedure.

At DRA's request, DRA met with Lester Wong, Advisor to President Peevey, on June 19, 2007, at the Commission's San Francisco offices. The meeting began at 10:30 a.m. and lasted approximately one hour. Representing DRA were Cynthia Walker (Deputy Director), Danilo Sanchez (Program Manager), Yoke Chan (Senior Utilities Engineer and Project Coordinator), Patrick Hoglund (Senior Utilities Engineer), Joyce Steingass (Utilities Engineer), and Natalie Wales (Staff Attorney). All communications were oral.

DRA raised concerns about the Conservation Loss Adjustment Mechanism (CLAM) described in the revised Proposed Decision (PD) of ALJ Walwyn, stating that developing a CLAM for Cal-Am's Los Angeles District is not feasible at this time, and that the revised PD should not conclude, in the absence of further analysis and evidence, that a CLAM does not merit an adjustment to return on equity (ROE). DRA stated that it continues to support the Water Revenue Adjustment Mechanism (WRAM) negotiated

with Cal-Am in Phase II of this proceeding. Furthermore, DRA stated that it would support immediate implementation of the negotiated conservation rates and WRAM, with rates subject to true-up pending consideration of the ROE adjustment issue in another proceeding such as I.07-01-022, the OII on water conservation.

Copies of this Notice can be obtained by calling or sending e-mail to Sue Muniz at (415) 703-1858 (e-mail - sam@cpuc.ca.gov).

Respectfully submitted,

/s/ NATALIE D. WALES

Natalie D. Wales Staff Counsel

Attorney for the Division of Ratepayer Advocates

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June 22, 2007

## **CERTIFICATE OF SERVICE**

I hereby certify that I have this day served a copy of "NOTICE OF EX

#### PARTE COMMUNICATION OF THE DIVISION OF RATEPAYER

**ADVOCATES"** in **A.06-01-005** by using the following service:

[ X ] **E-Mail Service:** sending the entire document as an attachment to all known parties of record who provided electronic mail addresses.

[ X ] **U.S. Mail Service:** mailing by first-class mail with postage prepaid to all known parties of record who did not provide electronic mail addresses, if any.

Executed on June 22, 2007 at San Francisco, California.

/s/	ANGELITA F. MARINDA
	Angelita F. Marinda

#### NOTICE

Parties should notify the Process Office, Public Utilities Commission, 505 Van Ness Avenue, Room 2000, San Francisco, CA 94102, of any change of address and/or e-mail address to insure that they continue to receive documents. You must indicate the proceeding number on the service list on which your name appears.

### SERVICE LIST A0601005

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